

2260 California Housing Finance Agency

The mission of the California Housing Finance Agency, which was statutorily chartered in 1975 to be the State's affordable housing bank, is to create safe, decent, and affordable rental housing and to assist first-time homebuyers in achieving the dream of home ownership by providing affordable first and secondary mortgage loans and mortgage insurance. The agency is financially self-supporting, setting loan interest rates slightly above its cost and charging fees for specific services to cover its lending costs and risks.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2007-08	2008-09	2009-10	2007-08*	2008-09*	2009-10*
10 Lending Activity	286.6	296.8	296.8	\$36,745	\$46,236	\$46,283
20 Insurance Activity	12.3	15.6	15.6	2,072	2,720	2,800
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	298.9	312.4	312.4	\$38,817	\$48,956	\$49,083
FUNDING				2007-08*	2008-09*	2009-10*
0501 California Housing Finance Fund				\$36,745	\$46,236	\$46,283
0916 California Housing Loan Insurance Fund				2,072	2,720	2,800
TOTALS, EXPENDITURES, ALL FUNDS				\$38,817	\$48,956	\$49,083

The California Housing Finance Agency's (CalHFA) funding is not subject to Budget Act appropriation. This budget display is for informational purposes only. Each spring the CalHFA Board adopts an updated five-year business plan and annual budget. The informational budget presented here reflects the Agency's best estimate of the proposed budget for fiscal year 2009-10. As a Public Enterprise Funded entity, CalHFA support comes from revenue bonds and is not supported by the faith, credit or taxing power of the State of California. CalHFA continues to administer single and multifamily housing lending programs financed with revenue bond proceeds, and a number of down payment assistance programs from Proposition 46 and Proposition 1C general obligation bond proceeds.

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Health and Safety Code Sections 50000-52533.

DETAILED BUDGET ADJUSTMENTS

	2008-09*		Positions	2009-10*	
	General Fund	Other Funds		General Fund	Other Funds
Workload Budget Adjustments					
Other Workload Budget Adjustments					
• Other Workload Adjustments	\$-	\$3,009	-	\$-	\$3,136
Totals, Other Workload Budget Adjustments	\$-	\$3,009	-	\$-	\$3,136
Totals, Workload Budget Adjustments	\$-	\$3,009	-	\$-	\$3,136
Totals, Budget Adjustments	\$-	\$3,009	-	\$-	\$3,136

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 - LENDING ACTIVITY

The objective of this program is to finance housing at affordable interest rates, using the proceeds of tax-exempt and taxable revenue bonds to make: (1) mortgage loans to qualified first-time homebuyers to finance the purchase of single family homes, (2) construction and permanent loans for the creation and preservation of multifamily housing projects, and (3) special needs housing loans to facilitate the construction, rehabilitation and acquisition of housing needed to serve special needs populations.

20 - INSURANCE ACTIVITY

The objective of the Mortgage Insurance Services Division is to encourage the preservation of existing housing and improve new housing opportunities by offering mortgage insurance products to homebuyers who might not qualify for traditional lending programs. The program provides primary mortgage insurance at favorable rates by working with participating lenders, government agencies, government-sponsored enterprises, and the secondary mortgage market to develop and

* Dollars in thousands

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offer innovative homebuyer lending and mortgage insurance programs.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2007-08*	2008-09*	2009-10*
PROGRAM REQUIREMENTS				
10	LENDING ACTIVITY			
State Operations:				
0501	California Housing Finance Fund	\$36,745	\$46,236	\$46,283
Totals, State Operations		\$36,745	\$46,236	\$46,283
PROGRAM REQUIREMENTS				
20	INSURANCE ACTIVITY			
State Operations:				
0916	California Housing Loan Insurance Fund	\$2,072	\$2,720	\$2,800
Totals, State Operations		\$2,072	\$2,720	\$2,800
TOTALS, EXPENDITURES				
State Operations		38,817	48,956	49,083
Totals, Expenditures		\$38,817	\$48,956	\$49,083

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2007-08	2008-09	2009-10	2007-08*	2008-09*	2009-10*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	298.9	328.8	328.8	\$18,984	\$22,624	\$22,624
Total Adjustments	-	-	-	-	129	130
Estimated Salary Savings	-	-16.4	-16.4	-	-1,142	-1,143
Net Totals, Salaries and Wages	298.9	312.4	312.4	\$18,984	\$21,611	\$21,611
Staff Benefits	-	-	-	6,120	8,274	8,303
Totals, Personal Services	298.9	312.4	312.4	\$25,104	\$29,885	\$29,914
OPERATING EXPENSES AND EQUIPMENT				\$13,713	\$19,071	\$19,169
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$38,817	\$48,956	\$49,083

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2007-08*	2008-09*	2009-10*
0501 California Housing Finance Fund			
APPROPRIATIONS			
Health and Safety Code Section 51000	\$36,745	\$46,236	\$46,283
TOTALS, EXPENDITURES	\$36,745	\$46,236	\$46,283
0916 California Housing Loan Insurance Fund			
APPROPRIATIONS			
Health and Safety Code Section 51611	\$2,072	\$2,720	\$2,800
TOTALS, EXPENDITURES	\$2,072	\$2,720	\$2,800
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$38,817	\$48,956	\$49,083

* Dollars in thousands

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